

Year One (October 1, 1982 - September 30, 1983)

Enrollment:

89,683 **acute** care members (53,195 AFDC & AFDC\MAO, 28,322 SSI & SSI\MAO, 8,166 MN/MI) as of December 6, 1982. By December 12, 1983, enrollment had increased to 147,124 members (66,520 AFDC & AFDC\MAO, 29,506 SSI & SSI\MAO, and 51,098 MN/MI).

Program:

- AHCCCS began provision of Title XIX covered services but was waived from providing some mandatory services normally covered under traditional Medicaid. (SB 1001, Chapter 1, Laws of 1981).
- Legislation also contained language which enabled AHCCCS to create Healthcare Group (see Year 6).
- Coverage of human organ transplants included bone marrow, heart and kidney transplants for all Title XIX members under age 18.
- Services were also provided to State-only funded groups.
- AHCCCS paid fee-for-service for inpatient hospital costs based on 100% of covered billed charges.
- 18 Health Plans served AHCCCS members.

Waivers:

AHCCCS was waived from 14 provisions of the Social Security Act enabling the State to:

- exclude SNF services;
- exclude home health care;
- exclude nurse-midwife services;
- exclude family planning services;
- restrict freedom of choice of provider;
- exempt well baby care and services from co-payments;
- exclude eyeglasses, dental care and hearing as part of EPSDT services;
- obtain greater flexibility in arranging provider reimbursement agreements;
- exclude from Medicaid all incurred costs for eligible recipients prior to 10/1/82;
- impose cost sharing on mandatory services and individuals enrolled in an HMO;
- limit the scope of adult inpatient and outpatient mental health services to acute conditions;
- substitute an advisory panel of experts in place of the Medical Care Advisory Committee;
- be exempted from federal regulations requiring that State funding comprise at least 40 percent of the non-federal share of Medicaid expenses; and
- allow expenditures for certain items, which are not otherwise included as expenditures under Section 1903 of the Social Security Act, for example, 1) to guarantee six months eligibility in an AHCCCS Health Plan; and 2) to permit a one year lock and waive 75/25 member composition mix requirements.

Financial:

Source
TOTAL

SFY Expenditures
\$98,525,000

Total is estimated and includes funding from federal, state and other sources and was included in the DHS budget.

Does not include DSH payments and appropriations made to other State agencies.

Administration:

- There were 46 ADHS FTEs staffing the AHCCCS program.
- In the spring of 1983, after Dr. Foley's departure as Director of AHCCCS, Donald Mathis served as Acting Director until J. Gregory Fahey was named the Director of AHCCCS on August 15, 1983.